

August 2, 2006

Hon. James H. Welsh  
Commissioner of Conservation  
Office of Conservation  
Post Office Box 94275  
Baton Rouge, Louisiana 70804-4275

Re: Welch C Sand, Reservoir C, Sand Unit A  
North Cankton, St. Landry Parish, Louisiana  
Latour No. 1 Well

Dear Commissioner Welsh:

Application is hereby filed on behalf of Black Diamond Exploration for the calling of a public hearing, after 10 days legal notice, to consider evidence relative to the issuance of an Order pertaining to the following matters relating to North Cankton, St. Landry Parish, Louisiana

1. To permit the applicant to drill, complete and utilize the Black Diamond Exploration - Latour No. 1 well as a substitute unit well for the WC RC SUA at the location indicated on the attached plat.
2. To find that the proposed substitute unit well is necessary to effectively and efficiently drain a portion of the reservoir covered by the unit which cannot be drained by any existing well within such unit.
3. Except to the extent herein designated, to continue in full force and effect the provisions of the 93-L Series of Office of Conservation Orders and the units created thereby.
4. To consider any other matters which may be pertinent to this application.

The Welch C Sand, Reservoir C, in the North Cankton Field, St. Landry Parish, Louisiana was previously defined in Office of Conservation Order No. 93-L-1.

The existing unit well for the WC RC SUA, the LGS (formerly D. O. R. Engineering) - Miller No.1 well, the existing unit well, has been plugged and abandoned and the applicant is requesting permission to drill, complete and utilize the Black Diamond Exploration Latour 1 well as a substitute unit well for this unit.

Attached hereto and made a part hereof is a plat showing the proposed substitute unit well. There is enclosed a list of names and addresses of the Interested Owners, Represented Parties and Interested Parties who are being forwarded these applications and plats. Such list is being forwarded ONLY to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of Interested Owners and Represented Parties, and Interested Parties will be furnished by the undersigned to any party requesting a copy of it. This list includes the names and addresses of all Interested Parties who are known to the applicant, after reasonable search. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is attached hereto a check made out to the Louisiana Office of Conservation in the amount of \$755.00 representing the application fee for this application.

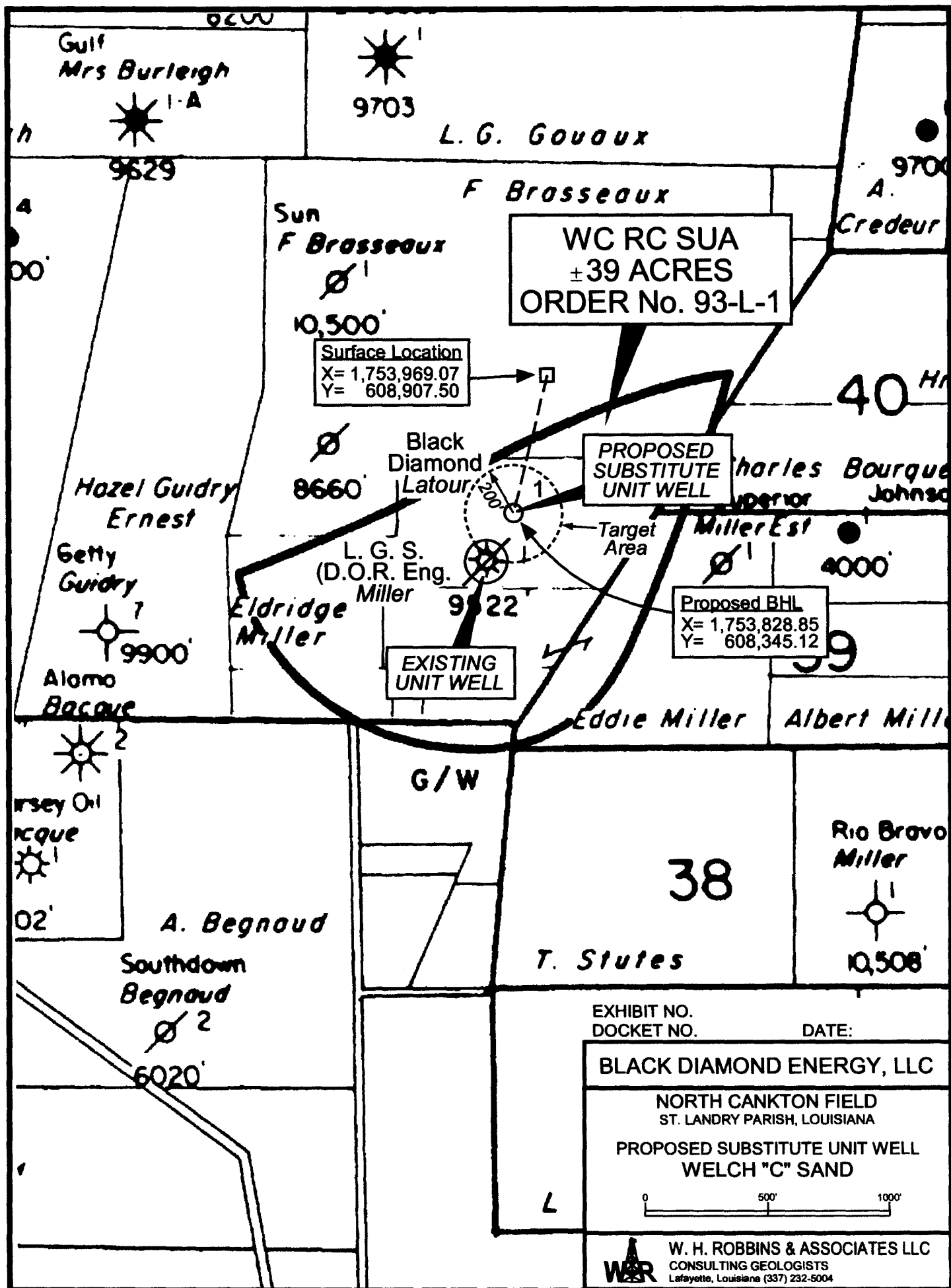
Very truly yours,

A handwritten signature in black ink, appearing to read "W. H. Robbins". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

W. H. Robbins

Enclosures

cc: Mr. Richard Hudson, Lafayette District Office of Conservation  
cc: Interested Owners, Represented Parties and Interested Parties



WC RC SUA  
±39 ACRES  
ORDER No. 93-L-1

Surface Location  
X= 1,753,969.07  
Y= 608,907.50

PROPOSED  
SUBSTITUTE  
UNIT WELL

Proposed BHL  
X= 1,753,828.85  
Y= 608,345.12

EXISTING  
UNIT WELL

EXHIBIT NO. \_\_\_\_\_  
DOCKET NO. \_\_\_\_\_ DATE: \_\_\_\_\_

**BLACK DIAMOND ENERGY, LLC**

NORTH CANKTON FIELD  
ST. LANDRY PARISH, LOUISIANA

PROPOSED SUBSTITUTE UNIT WELL  
WELCH "C" SAND

0 500' 1000'

**W. H. ROBBINS & ASSOCIATES LLC**  
CONSULTING GEOLOGISTS  
Lafayette, Louisiana (337) 232-5004